BEFORE THE BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

IN RE THE APPLICATION OF DENBURY ONSHORE LLC FOR AN ORDER POOLING ALL INTERESTS IN THE PERMANENT SPACING UNIT ("PSU") COMPRISED OF LOTS 3 & 4 (a/k/a W/2SE/4), SW/4 OF SECTION 8, AND LOTS 1 & 2 (a/k/a W/2NE/4), NE/4NW/4, NE/4NW/4NW/4, NE/4SE/4NW/4 OF SECTION 17, TOWNSHIP 4 NORTH, RANGE 62 EAST, M.P.M., FALLON COUNTY, MONTANA (TO BE COMBINED WITH ADDITIONAL LANDS LOCATED IN THE STATE OF NORTH DAKOTA), FOR THE PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE MISSION CANYON FORMATION/MADISON GROUP THEREUNDER, AND SUCH OTHER AND FURTHER RELIEF AS THE MBOGC MAY DEEM APPROPRIATE.

MBOGC DOCKET NO.	
APPLICATION	

DENBURY ONSHORE, LLC, 5320 LEGACY DRIVE, PLANO, TEXAS 75024:

[A] Presents the following application:

1. Applicant is an interest owner and operator within the above-described tract, and its Little Beaver East MC22-17NH well has been successfully completed as a commercial producer of oil and associated natural gas from the Mission Canyon formation/Madison Group thereunder.

- 3. As of the date of this application, Applicant has been unable to establish voluntary pooling of all interests within said spacing unit with respect to the Little Beaver East MC22-17NH well, and it is anticipated that such pooling cannot be consummated prior to the hearing on this application.
- 4. In the absence of voluntary pooling of all interests within the proposed PSU, the pooling of all interests in the spacing unit for the development and operation thereof should be effectuated by an order of the Board for that purpose.

[B] Requests:

- 1. This matter be set for hearing, with notice given as required by law and the MOU; and
- 2. After hearing the matter, the Board enter its order pooling all interests in the PSU comprised of Lots 3 & 4, SW/4 of Section 8, and Lots 1 & 2, NE/4NW/4, NE/4NW/4, NE/4SE/4NW/4 of Section 17, Township 4 North, Range 62 East, M.P.M., Fallon County, Montana (to be combined with additional lands located in the State of North Dakota), for production of oil and associated natural gas from the Mission Canyon formation/Madison Group, and authorizing recovery of non-consent penalties in accordance with Section 82-11-202(2), Mont. Code. Ann., with respect to the Little Beaver East MC22-17NH well.

Dated this 18th day of March, 2020.

//

//

//

//

//

Denbury Onshore, LLC

Uriah J. Price, Its Attorney

CROWLEY FLECK PLLP 1915 South 19th Avenue P.O. Box 10969 Bozeman, MT 59719 E-Mail: uprice@crowleyfleck.com